PCA- Monitor Average Actual Acquisition Cost Program (AAC) on a Monthly Basis and Update Rates as Needed

Purpose: To evaluate important trends in reimbursement and service utilization.

Identification of Roles:

- 1. <u>Pharmacy Tech</u> operates pharmacy help desk phone line.
- Data Analyst performs technical/statistical analyses for AAC.
- Pharmacy Manager analysis, consultation/communication with the Department of Human Services (DHS) policy staff and providers, final review of AAC rates.

Performance Standards:

No performance standard in the RFP.

Path of Business Procedure:

- Step 1: Monitor patent status
 - Regularly check the United States (US) Food and Drug Administration (FDA) website for status of drug patents.
- Step 2: Monitor Federal Upper Limit (FUL) changes
 - Check Center for Medicare and Medicaid Services (CMS) website for announcements of pending FUL changes twice weekly to maintain current knowledge of the status of FULs.
 - Notify the Department of Human Services (DHS) of updates to FUL
 - Notify Point of Sale (POS) of updates to FUL.
- Step 3: Monitor changes in treatment guidelines.
 - Guideline updates will be monitored through continued clinical education and maintained relationships with clinicians in the local Universities.
- Step 4: Based on monitoring process identify need to investigate/reevaluate AAC drug list or AAC Rate.
- Step 5: Calculate new AAC rates.
- Step 6: Review/analyze new AAC rates.
- Step 7: Send AAC rates to DHS and Pharmacy Medical for review and evaluation with respect to PDL.
- Step 8: Finalize AAC rate file.
- Step 9: Prepare Informational Release.

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Iowa Department of Human Services Iowa Medicaid Enterprise (IME) Provider Cost Audit and Rate Setting Unit

- Step 10: Send Information Release to DHS for review via e-mail.
- Step 11: Determine effective date of the rate change.
- Step 12: Notify POS of new AAC rates and effective date loaded to the POS File Transfer Protocol (FTP) site.
- Step 13: Update the Iowa AAC website with new AAC rates. Website address: www.mslc.com/lowa/
- Step 14: Verify rates have been correctly input to POS.
- Step 15: Operate a help desk phone line to assist pharmacy providers with questions regarding the AAC program.

Forms/Reports:

- 1. AAC rate file
- 2. Informational Release

RFP References:

6.7.2.2.3

Interfaces:

Point of Sale (POS)

Attachments:

N/A